5/027/012



Michael O. Leavitt Governor Ted Stewart Executive Director Scott Hirschi Division Director

3 Triad Center, Suite 400 355 West North Temple Salt Lake City, Utah 84180-1204 801-538-5508 801-355-0922 (Fax)



May 10, 1994

CERTIFIED MAIL NO. P 051 448 221

Robert Harris and Loy Crapo PO Box 513 Delta, UT 84624

RE:

ML 26068 Gemstone/Fossil

S/027/012 Millard County

Dear Messrs. Harris and Crapo:

The terms and conditions of the above numbered lease and the rules of the division require that upon submitting a notice of intent to commence mining the Lessee shall, upon Lessor's request, post a reclamation bond with the division of not less than \$5,000 per acre of intended surface disturbance.

Division records indicate that in 1989 you filed a notice of intent and are presently mining trilobites upon these lands. You are requested to immediately submit a surety bond in the amount of \$5,000 using the enclosed surety bond form. The Surety must be registered in Utah. In-lieu of a surety bond you may submit a \$5,000 short term renewable certificate of deposit with a Utah banking institution, providing the division is listed as a co-owner of the CD.

Failure to comply with this request within the next 30 days may subject the lease to cancellation pursuant to Article XIX of the lease agreement.

Thank you for your cooperation in this matter. Please call me if you have any questions.

Sincerely,

JOHN T. BLAKE

MINERAL RESOURCES SPECIALIST

JTB/tdw

cc: Wayne Hedberg

